UNITED STATES DISTRICT COURT SOUTHERN DISTRICT OF OHIO WESTERN DIVISION

MARJORIE FERRELL, et al.,	Civil Action No. C-1-01-447
Plaintiffs,	Judge Sandra S. BeckwithMagistrate Judge Timothy S. Hogan
v.)
WYETH-AYERST LABORATORIES, INC., et al.,)))
Defendants.))

END PAYOR PLAINTIFFS' RESPONSE TO REQUEST TO SUBMIT SUPPLEMENTAL AUTHORITY IN CONNECTION WITH WYETH'S PARTIAL MOTION TO DISMISS

In its Request to Submit Supplemental Authority, Wyeth-Ayerst Laboratories, Inc. ("Wyeth") draws the Court's attention to the Ohio intermediate appellate court's split decision concerning the application of *Illinois Brick* to claims under the state's Valentine Act and common law principles of restitution and unjust enrichment. *See Johnson v. Microsoft, Inc.*, -- N.E.2d --, No. C020564, 2003 WL 23022065 (Ohio App. 1 Dist. Dec. 30, 2003). However, this Court is not bound by the decision in *Johnson*, because the Ohio Supreme Court has not yet agreed with the controversial conclusion that claims by indirect purchasers are barred by *Illinois Brick* under state law. *See Erie Railroad Co. v. Tompkins*, 304 U.S. 64 (1938); *Stanek v. Greco*, 323 F.3d 476, 478 (6th Cir. 2003) (federal district court only bound on question of state law by decision of state's highest court). Indeed, another judge of this district has recently applied this standard in declining to follow an intermediate state appellate court's interpretations of state law. *See e.g.*, *Sterry v. Safe Auto Ins. Co.*, -- F. Supp. 2d --, 2003 U.S. Dist. LEXIS 17363, *25 (S.D. Ohio Aug. 25, 2003) (Attached as Exhibit A). For this reason, this Court should decline to follow the *Johnson* majority's decision in considering Wyeth's Partial Motion to Dismiss.

Instead, Plaintiffs respectfully submit that Judge Painter's dissent in *Johnson* correctly interprets Ohio law when it concludes that indirect purchasers have standing to bring suit under

Ohio's Valentine Act. Judge Painter's decision parallels the arguments in Plaintiffs' briefs in opposition to Wyeth's Partial Motion to Dismiss. The broadly written, plain language of Ohio's Valentine Act grants standing to anyone "injured in the person's business or property" by unlawful anti-competitive activity. *See Johnson*, 2003 WL 23022065, at *8. In addition, Judge Painter notes that the language of Ohio's statute resembles that of other states' statutes that have permitted indirect purchaser antitrust claims even in the absence of an *Illinois Brick* repealer. *See id.* Judge Painter correctly concluded that "what was law prior to *Illinois Brick* should continue to be the law. Ohio should allow indirect-purchaser actions under the Valentine Act." *Id.* If faced with the same question, the Ohio Supreme Court would reach a similar conclusion. Accordingly, because indirect purchaser actions are permitted under the Valentine Act and Ohio common law principles, and for the other reasons set forth in Plaintiffs' opposition to Wyeth's Partial Motion to Dismiss, Wyeth's Partial Motion to Dismiss should be denied.

DATED: March 1, 2004 End Payor Plaintiffs

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CERTIFICATE OF SERVICE

This is to certify that a copy of the foregoing pleading was served by First-Class U. S. Mail, postage prepaid and by facsimile, this <u>lst</u> day of March, 2004, on the following:

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